

PUBLIC WORKS & UTILITIES COMMITTEE

11-0058R

RESOLUTION AUTHORIZING APPLICATION TO THE MINNESOTA PUBLIC FACILITIES AUTHORITY TO ENTER INTO A LOAN/GRANT AGREEMENT FOR SANITARY SEWER IMPROVEMENTS FOR DULUTH'S RIVERSIDE COMMUNITY.

CITY PROPOSAL:

THE CITY COUNCIL FINDS:

That the city of Duluth is undertaking a major utility and street improvement project for Duluth's Riverside community.

Studies and history have shown that an area-wide replacement of sanitary sewers in Riverside is needed.

The estimated cost of replacement of sanitary sewers is \$2,103,660, and the Public Facilities Authority (PFA) may have loan and grant monies available to finance the project costs.

To receive this money, the city must submit required information to enter into a loan agreement with the Minnesota Public Facilities Authority.

RESOLVED, that the proper city officials are hereby authorized to submit an application to enter into a loan agreement with the Minnesota Public Facilities Authority for funding of the Riverside sanitary sewer improvements as described in the application.

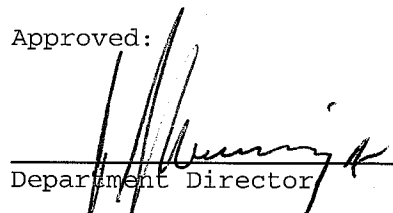
FURTHER RESOLVED, that the city of Duluth has the legal authority to apply for the money, and the financial, technical and managerial capacity to ensure proper construction, operation and maintenance of the project for its design life.

FURTHER RESOLVED, that the city of Duluth estimates the loan amount to be \$2,103,660 or the as-bid costs of the project, and the city's matching funds will be payable from the Sanitary Sewer Bond Fund 0531, Department/Agency 500, Object 5532, city project no. 0699SN/TR.

FURTHER RESOLVED, that the city hereby expresses its official intent to use proceeds of this loan/grant to reimburse engineering and construction

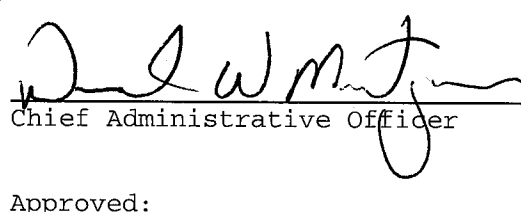
expenditures made prior to the issuance of its general obligation bond to the Public Facilities Authority.

Approved:



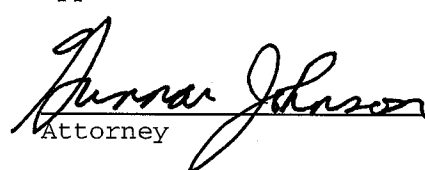
Department Director

Approved for presentation to council:




Chief Administrative Officer

Approved as to form:



Attorney

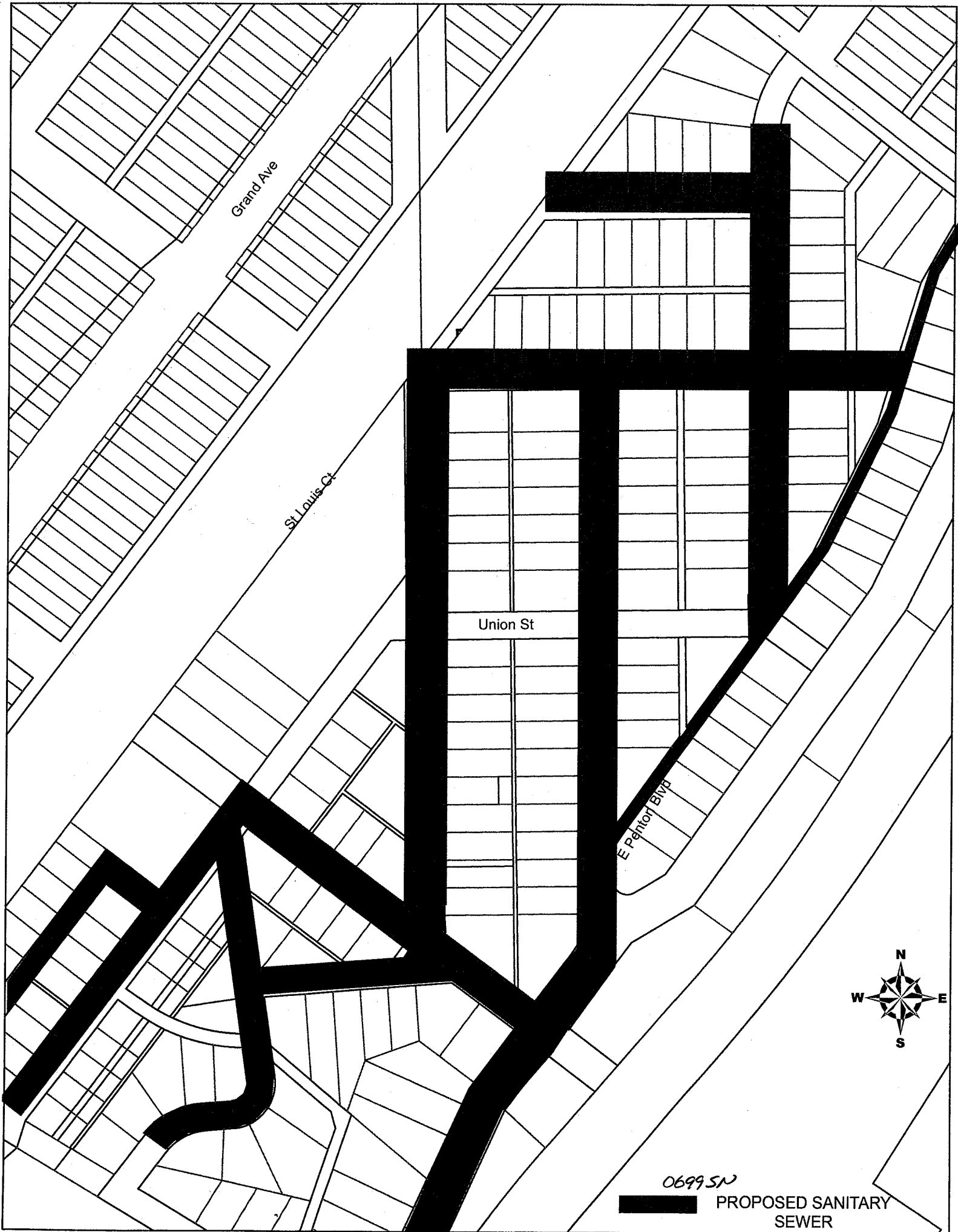
Approved:



Auditor

ENG MJG:jh 1/26/2011

STATEMENT OF PURPOSE: This resolution will authorize the submission of an application to enter into a loan/grant agreement with the Minnesota Public Facilities Authority for Riverside's sanitary sewer improvements.

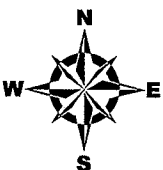


Grand Ave

St Louis Ct

Union St

E Penton Blvd



06995N



PROPOSED SANITARY
SEWER